

## Fact Sheet

### **SUBJECT: CEFMS Update and UFC Capitalization Under DFAS**

1. **PURPOSE.** To provide the Board of Directors an update on CEFMS and the current status of DFAS capitalization of the USACE Finance Center.
2. **FACTS**
  - Closed 63 CEFMS databases at end of fiscal year 1998 within 2 working days, 4 calendar days.
  - Completed the CEFMS functionality for Credit Card “Credits”; Warehouse Inventory Management; Long Term Accounts Receivable/Water Storage Contracts; Foreign Currency/Penny Rounding; Real Property Reconciliation; Supervision & Administration Redesign; Disbursing Improvements; CFO Abnormal General Ledger Balance Report; and, Integrated Automated Travel System version 5.2 interface.
  - Continually working on-going CEFMS functionality for Manpower and Force Management; Operating Budgets; On-Line Payment and Collection System Electronic Funds Transfer; Automated Funds Transfers Between USACE Districts; CFO statements for FY99; and, CEFMS modernization.
  - Certified CEFMS Y2K Compliant Level 3 – 28 December 1998.
  - Certified CEFMS Y2K Compliant Level 2 – 30 March 1999.
  - Completed CEFMS modernization study and developed a time-phased plan based on three principles – Simplicity, Consistency, and Efficiency.
  - Scheduled to begin CEFMS GUI conversion on 15 January 2000, complete in March 2000, and deploy on 1 April 2000.
  - DFAS capitalization of USACE Finance Center (UFC) known as Millington Operating Location (OPLOC) is underway. The targeted date for capitalization is 1 March 2000.
  - UFC is scheduled to relocate from the KMART location to the refurbished site, Bldg 787 Naval Support Activity at Millington, on 23-25 July 1999. DFAS is expending approximately \$7M to refurbish this site.
  - Most critical issue remaining for DFAS capitalization of UFC is the Memorandum of Agreement (MOA). The MOA defines the terms and conditions of the transfer of operational control to DFAS and the level/quality of the finance and accounting service and system support to USACE.
  - Major issues of the MOA are: Millington OPLOC services single customer (USACE); USACE retains “ownership” of CEFMS; Millington OPLOC annual operating budget (wholly funded by USACE) is NOT changed without consultation of USACE; billing rate for services provided to supported activities determined by the use of an algorithm developed by the Millington OPLOC based on workload by location; and, DFAS will NOT undertake any effort to change the physical location or duty station of any Millington OPLOC personnel without USACE concurrence.
  - The signatures on the MOA will be the Chief, ASA(CW), ASA(FM&C) and the DFAS Director.
3. **EXPECTED BOD ACTIONS.** None – information sharing and discussion forum only.

**POC: Linda Stoutenburgh**  
**202-761-1922**

**Approved By: Stephen Coakley, DCSRM**  
**Date: 10 May, 1999**